

Case 11-44738-drd11 Doc 519-4 Filed 07/03/12 Entered 07/03/12 11:50:45 Desc
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HMC/CAH
Consolidating Balance Sheet
September 30, 2011

	WCH	Oswego	Horton	Hillsboro	Prague	I-70	Drumright	Seiling	Fairfax	Lauderdale	Yadkin Valley	Haskell	HMC	Eliminations
ASSETS														
Current Assets:														
Cash and cash equivalents	0	0	0	0	0	0	0	0	0	0	0	0	1,751,444	
Accounts receivable	7,928,581	1,391,644	2,697,187	726,529	2,625,419	2,272,775	2,601,032	2,247,640	1,158,898	9,000,761	4,310,732	4,620,175	5,555,612	(4,130,464)
Less: Reserves for Uncollectible	(5,066,629)	(463,652)	(1,507,000)	(328,197)	(1,663,104)	(1,229,425)	(1,427,879)	(1,237,051)	(214,013)	(5,687,675)	(2,580,373)	(2,597,705)	0	0
Home Office Settlement													0	
Supplies	202,898	87,832	141,488	118,977	137,883	113,542	178,682	56,914	147,711	170,349	111,780	124,814	0	0
Prepaid expenses	181,736	50,571	87,421	65,738	111,411	154,509	314,637	83,988	113,996	456,118	168,452	198,504	(4,652)	
Third-Party Settlement	236,889	(716,253)	162,138	232,164	(203,321)	(78,770)	(44,167)	542,465	(98,672)	(326,458)	459,718	481,676	0	0
Other current assets	190	20,790	1,118	1,500	0	0	0	0	0	1,514	0	0	633	
Total Current Assets	3,483,665	370,933	1,582,352	816,711	1,008,289	1,232,632	1,622,305	1,693,956	1,107,920	3,614,609	2,470,308	2,827,464	7,303,036	(4,130,464)
Property & Equipment, at cost:														
Construction in Progress	899,987	2,428,036	648,404	659,941	60,967	0	0	9,200	0	203,558	91,249	0	0	0
Land and improvements	429,072	133,450	221,342	16,800	215,000	252,638	460,000	105,000	0	127,359	0	0	10,000	
Buildings and improvements	2,756,091	324,121	1,285,853	343,451	9,359,104	9,858,902	0	68,132	3,272,391	0	0	8,950		
Equipment and fixtures	5,881,988	422,648	3,514,582	1,953,900	483,562	1,861,011	1,955,052	282,075	823,575	1,444,574	1,099,996	554,882	480,376	
Total PP&E	9,967,138	3,308,255	5,670,181	2,974,092	759,529	11,472,752	12,273,954	396,275	891,707	5,047,883	1,191,245	554,882	499,326	-
Less accumulated depreciation and amortization	(6,642,561)	(437,162)	(4,369,831)	(1,729,384)	(252,100)	(3,878,993)	(5,142,885)	(134,502)	(339,016)	(1,229,359)	(300,800)	(215,681)	(255,896)	
Net Property and Equipment	3,324,578	2,871,093	1,300,350	1,244,708	507,429	7,593,760	7,131,069	261,773	552,691	3,818,524	890,445	339,201	243,430	0
Other Assets:														
Investments													3,437,300	(3,437,300)
Goodwill													0	
Restricted Cash	0	0	0	0	0	0	0	0	0	0	0	0	0	
Other	(15,000)	0	0	0	30,835	208,399	0	0	105,402	(1,841)	0	0	402,198	
Total Assets	\$ 6,793,242	\$ 3,242,026	\$ 2,882,702	\$ 2,317,028	\$ 1,583,142	\$ 11,245,030	\$ 9,681,653	\$ 1,955,729	\$ 2,198,516	\$ 7,538,535	\$ 4,712,819	\$ 4,404,791	\$ 11,385,964	\$ (7,567,764)
LIABILITIES														
Current Liabilities:														
Current maturities of LTD	454,256	181,440	176,367	163,955	99,539	336,019	299,845	181,997	467,547	2,655,430	124,509	143,461	5,767	
Accounts payable	2,380,650	834,483	1,080,749	846,594	551,016	1,021,913	1,289,885	940,448	970,497	1,464,286	2,687,960	1,989,210	437,265	(4,120,664)
Due/(From) HMC	(432,130)	248,208	(647,391)	(417,038)	(102,600)	(399,785)	(608,941)	(466,497)	(744,198)	(677,983)	1,776,148	1,223,983	1,248,224	
Accrued Interest				160	33,293							1,248	314,055	
Short-term Notes				0			35,000		(3,375)		134,169	11,546	7,578,930	
Accrued Liabilities	2,402,784	339,915	922,622	282,602	687,536	682,196	534,374	281,496	517,479	1,182,128	521,809	404,866	90,920	
Total Current Liabilities	4,805,559	1,604,045	1,532,507	909,406	1,235,491	1,640,343	1,550,163	937,444	1,207,950	4,623,862	5,244,594	3,774,314	9,675,160	(4,120,664)
Long-Term Debt (net current maturities)	2,136,944	2,739,829	202,978	795,426	480,023	9,575,281	6,828,088	316,126	1,058,707	453,928	313,334	71,362	12,230,731	
Stockholders' Equity:														
Members Equity	1,254,056	(295,364)	879,290	308,602	555,299	1,000,000	2,140,881	146,000	365,263	67,380	540,835	0	(6,962,243)	
Preferred Stock												12,456,861		
Common Stock												320,162		
Retained Earnings	(494,409)	(558,162)	317,272	65,915	(377,595)	(937,180)	(1,120,282)	(142,166)	188,383	968,641	(903,290)	(522,271)	(19,249,225)	3,515,143
Net Income	(908,908)	(248,321)	(49,346)	237,679	(310,075)	(33,415)	282,802	698,324	(621,788)	1,424,724	58,180	540,552	(4,047,725)	
Total Stockholders' Equity	(149,261)	(1,101,847)	1,147,217	612,196	(132,372)	29,405	1,303,402	702,158	(68,142)	2,460,745	(845,110)	559,116	(10,519,927)	(3,447,100)
Total Liabilities and Stockholders Equity	6,793,242	3,242,026	2,882,702	2,317,028	1,583,142	11,245,030	9,681,653	1,955,729	2,198,515	7,538,535	4,712,819	4,404,792	11,385,964	(7,567,764)

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HMC/CAH
Consolidating Balance Sheet
September 30, 2011

	9/30/11 Consolidated	8/31/11 Consolidated	Prior FYE Consolidated
ASSETS			
Current Assets:			
Cash and cash equivalents	1,751,444	\$ 2,275,782	\$ 2,460,269
Accounts receivable	43,006,521	44,235,430	27,929,220
Less: Reserves for Uncollectible	(24,002,705)	(25,185,759)	(13,797,000)
Home Office Settlement	0	0	0
Supplies	1,592,871	1,805,126	1,637,800
Prepaid expenses	1,982,430	2,369,608	1,021,997
Third-Party Settlement	647,409	(909,301)	1,240,000
Other current assets	25,746	(299,786)	0
Total Current Assets	25,003,715	24,291,100	20,492,286
Property & Equipment, at cost:			
Construction in Progress	5,001,343	4,839,388	4,642,382
Land and improvements	1,970,660	1,970,660	1,706,582
Buildings and improvements	27,276,995	26,552,127	17,065,076
Equipment and fixtures	20,758,220	20,702,939	14,391,524
Total PP&E	55,007,219	54,065,114	37,805,564
Less accumulated depreciation and amortization	(24,928,168)	(24,618,099)	(6,586,837)
Net Property and Equipment	30,079,050	29,447,015	31,218,727
Other Assets:			
Investments	0	0	0
Goodwill	5,763,527	5,763,527	5,763,527
Restricted Cash	797,126	1,494,244	877,056
Other	729,993	747,513	716,389
Total Assets	\$ 62,373,412	\$ 61,743,400	\$ 59,067,985
LIABILITIES			
Current Liabilities:			
Current maturities of LTD	5,290,132	\$ 3,365,528	\$ 5,173,101
Accounts payable	12,374,292	12,466,953	11,568,311
Due/(From) HMC	0	3	
Accrued Interest	348,755	250,326	452,158
Short-term Notes	7,756,269	7,470,160	6,578,908
Accrued Liabilities	8,850,726	8,929,858	6,083,934
Total Current Liabilities	34,620,174	32,482,829	29,856,412
Long-Term Debt (net current maturities)	37,202,757	37,722,007	35,858,774
Stockholders' Equity:			
Members Equity	(1)	(1)	(0)
Preferred Stock	12,456,861	12,456,861	12,281,867
Common Stock	320,162	320,162	320,162
Retained Earnings	(19,249,225)	(19,249,225)	(9,068,704)
Net Income	(2,977,317)	(1,989,233)	(10,180,526)
Total Stockholders' Equity	(9,449,519)	(8,461,436)	(6,647,201)
Total Liabilities and Stockholders Equity	\$ 62,373,412	\$ 61,743,400	\$ 59,067,985

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HMC/CAH Consolidated, Inc. Consolidating Income Statement For the Twelve Months Ending September 30, 2011																
	WCH	Oswego	Horton	Hillsboro	Prague	I-70	Drumright	Seiling	Fairfax	Lauderdale	Yadkin Valley	Haskell	Consolidated Hospitals	Corporate	Eliminations	Consolidated Company
Net Patient Services Revenue	14,231,268	3,977,788	6,341,913	3,939,134	6,234,909	7,811,775	8,840,947	4,818,777	4,032,155	16,653,694	10,416,272	8,456,488	95,755,121	-	-	95,755,121
Management Revenue	-	-	-	-	-	-	-	-	-	-	-	-	3,820,311	(3,488,000)	332,311	
Other Revenue	107,479	48,087	83,269	30,513	156,755	363,645	793,010	34,066	17,385	1,188,814	426,846	389,499	3,639,369	201,356	3,840,725	
Total Operating Revenues	14,338,748	4,025,875	6,425,182	3,969,647	6,391,664	8,175,420	9,633,958	4,852,842	4,049,540	17,842,508	10,843,118	8,845,987	99,394,489	4,021,667	(3,488,000)	99,928,156
Operating Expenses:																
Salaries and Wages	5,555,552	2,044,454	2,989,369	1,582,131	2,905,221	3,103,559	3,683,214	1,742,215	1,907,360	5,820,968	4,312,248	3,890,113	39,536,403	3,260,203	42,796,606	
Benefits	920,315	350,807	630,371	332,565	570,640	518,910	662,639	304,974	410,697	1,476,002	803,864	721,145	7,702,929	706,369	8,409,298	
Provision for Bad Debts	2,881,610	106,063	524,619	79,717	1,175,156	787,072	1,132,645	615,247	338,622	3,617,889	1,894,124	1,209,187	14,361,952	-		
Supplies	1,132,249	559,233	766,131	448,897	623,414	544,998	819,575	305,117	386,373	1,363,536	621,314	783,532	8,354,369	108,556	8,462,925	
Medical Specialist Fees	1,100,055	99,920	330,540	210,337	701	189,467	139,933	64,500	124,989	387,451	737,006	132,861	3,517,761	-		
Purchased Services	1,404,042	321,397	303,162	291,005	721,874	371,051	645,258	467,199	514,315	873,419	858,614	214,769	6,986,104	840,727	7,826,831	
Management Fees	444,000	200,000	171,320	159,705	216,000	222,000	276,000	276,000	260,525	540,000	481,000	360,000	3,606,550	-	(3,488,000)	118,550
Other Operating Expenses	949,663	259,803	526,907	297,380	361,718	988,794	683,057	245,164	361,925	1,253,806	694,134	755,009	7,377,361	1,274,789	8,652,150	
Total Operating Expenses	14,387,485	3,941,675	6,242,419	3,401,737	6,574,724	6,725,853	8,042,321	4,020,417	4,304,806	15,333,072	10,402,304	8,066,616	91,443,430	6,190,644	(3,488,000)	94,146,074
E.B.I.T.D.A.	(48,738)	84,200	182,763	567,910	(183,060)	1,449,567	1,591,636	832,425	(255,266)	2,509,437	440,814	779,371	7,951,059	(2,168,977)	-	5,782,082
Depreciation and Amortization	(531,333)	(100,963)	(260,335)	(267,064)	(76,944)	(797,910)	(854,892)	(71,028)	(260,718)	(827,285)	(231,297)	(164,506)	(4,444,274)	(108,000)	(4,552,274)	
Interest Expense	(329,318)	(231,593)	(29,432)	(64,461)	(50,144)	(685,718)	(455,243)	(64,070)	(106,309)	(257,763)	(151,598)	(74,401)	(2,500,050)	(1,770,944)	(4,270,994)	
Interest Income	481	34	57,658	1,294	72	645	1,301	997	505	335	256	87	63,667	197	63,864	
Net Income Before Taxes	(908,908)	(248,321)	(49,346)	237,679	(310,075)	(33,415)	282,802	698,324	(621,788)	1,424,724	58,175	540,551	1,070,402	(4,047,724)	-	(2,977,322)

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HMC/CAH Consolidated, Inc.
Consolidating Income Statement
For the Month Ended September 30, 2011

	WCH	Oswego	Horton	Hillsboro	Prague	I-70	Drumright	Selling	Fairfax	Lauderdale	Yadkin Valley	Haskell	Consolidated Hospitals	Corporate	Consolidated Company	
Net Patient Services Revenue	815,945	(33,183)	784,025	469,865	265,223	736,635	665,478	1,047,871	(278,815)	1,426,774	1,291,096	865,467	8,056,382	-	8,056,382	
Management Revenue														329,950	# (2,050)	
Other Revenue	4,867	(5,180)	6,116	2,215	12,226	70,327	2,642	9,208	11,490	44,016	69,291	1,034	228,253	21,158	249,411	
Total Operating Revenues	820,812	(38,362)	790,141	472,081	277,449	806,962	668,120	1,057,079	(267,324)	1,470,790	1,360,387	866,501	8,284,635	351,108	#	8,303,743
Operating Expenses:																
Salaries and Wages	449,064	193,877	253,203	130,348	374,005	282,592	304,358	152,013	199,920	477,995	290,576	303,619	3,411,568	291,077	3,702,645	
Benefits	51,897	25,638	54,152	21,507	12,004	39,051	51,950	23,233	(3,343)	118,247	78,277	51,434	524,047	74,680	598,727	
Provision for Bad Debts	241,199	21,604	42,148	(10,318)	15,916	58,840	67,576	64,803	11,243	482,461	173,268	331,605	1,500,345	-	1,500,345	
Supplies	2,233	23,446	91,007	100,322	44,624	60,431	9,903	40,518	43,371	193,956	100,788	121,634	832,233	4,823	837,056	
Medical Specialist Fees	37,521	3,660	23,775	19,811	-	12,041	9,100	4,500	11,250	352	65,057	2,010	189,076		189,076	
Purchased Services	126,998	21,372	23,712	16,698	62,836	25,601	48,903	22,599	18,485	65,143	65,602	29,467	527,415	73,786	601,201	
Management Fees	43,000	19,000	14,624	17,000	18,000	23,000	23,000	25,000	23,000	50,000	12,000	30,000	297,624	-	# (34,376)	
Other Operating Expenses	59,252	36,918	39,199	32,821	38,821	155,173	14,212	28,077	34,533	155,757	86,214	42,739	723,715	78,066	801,781	
Total Operating Expenses	1,011,164	345,514	541,820	328,188	566,205	656,728	529,001	360,743	338,458	1,543,911	871,782	912,508	8,006,023	522,432	8,196,455	
E.B.I.T.D.A.	(190,353)	(383,877)	248,321	143,893	(288,756)	150,233	139,118	696,336	(605,783)	(73,121)	488,605	(46,007)	278,612	(171,324)	107,288	
Depreciation and Amortization	(43,752)	(9,752)	(21,049)	(25,687)	(1,733)	(66,578)	(64,125)	(5,919)	(22,861)	(89,703)	(40,831)	(13,995)	(405,984)	(9,000)	(414,984)	
Interest Expense	(46,285)	(3,285)	(11,086)	(9,987)	(12,687)	(28,665)	(30,812)	(15,451)	(34,622)	(16,137)	(92,188)	(8,094)	(309,300)	(344,174)	(653,474)	
Interest Income	99	0	6,697	-	1	65	-	45	5	2	-	0	6,915	-	6,915	
Net Income Before Taxes	(280,291)	(396,913)	222,883	108,219	(303,174)	55,055	44,181	675,011	(663,261)	(178,958)	355,586	(68,096)	(429,758)	(524,498)	(954,256)	